

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE JOINT APPLICATION OF TREE-LINE)	
UTILITIES, INC., D/B/A TREE-LINE)	
ESTATES SEWER SYSTEM AND BALDWIN)	
UNITED MORTGAGE COMPANY, OWNER OF)	
TREASURE ISLAND EAST SEWER SYSTEM FOR)	
APPROVAL: OF SALE AND PURCHASE OF)	CASE NO. 8934
ASSETS; A CERTIFICATE OF CONVENIENCE)	
AND NECESSITY TO CONSTRUCT; TO ISSUE)	
NOTES TO FINANCE CONSTRUCTION; AND)	
APPROVAL OF INCREASE OF RATES)	

O R D E R

IT IS ORDERED that Tree-Line Utilities, Inc., d/b/a Tree-Line Estates Sewer System ("Tree-Line") and Baldwin United Mortgage Company, owner of Treasure Island East Sewer System ("Treasure Island") shall file an original and seven copies of the following information with the Commission with a copy to all parties of record by January 10, 1984. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

It is the policy of this Commission to allow only known and measurable increases to actual test year expenses which can be substantiated by submitting a copy of invoices and other related material in support of the increase to the actual expense.

1. Provide copies of Louisville Water Company remittance advices for the months December 1981 through January 1983.

2. Provide copies of the monthly electric bills (\$6,974) and water bills (\$725) for the test period.

3. Sludge Hauling had a test period expense of \$470 representing approximately 4.5 loads at \$105 per load. Tree-Line has made a pro forma adjustment of \$1,735 to this account indicating the need for 12 loads of sludge being hauled each year. Please account for this decided increase.

4. Provide a copy of the negotiated contract with the vendor providing routine maintenance services during the test period of \$2,625 and the pro forma projection of \$4,800 per year.

5. Provide a copy of the invoices for the following test year expenses: (Limited to invoices of \$50 and over)

a. Other Labor, Materials and Expenses
\$600.

b. Chemicals \$610.

c. Maintenance of Treatment and
Disposal Plant \$3,213

d. Outside Services Employed \$2,010.

The invoice should indicate to whom
the fees were paid and for what
services.

e. Insurance Expense \$310.

f. Rents \$600.

6. Provide the following information concerning pro forma rate case expense totalling \$1,200:

- a. Name and title of person receiving fee related to legal, accounting and administrative labor.
- b. Hourly rate in each instance.
- c. Provide a detailed analysis of each fee showing the specific hours spent and each duty performed and the charge for each segment of the service related to the rate application.

7. On page 5, Item No. 7 of the application, Tree-Line indicates a requested increase in revenues of \$29,438 and Exhibit M shows a computed increase of \$29,908 or a difference of \$470. Please state for the record which figure is correct.

8. On page No. 2 of the 1982 Annual report of Tree-Line, the account Other Current and Accrued Assets shows a balance of \$30,000. Provide a detailed description and the intent of this account.

9. How many single family residences were served during the test year?

10. How many multi-family residences were served during the test year?

11. In response to a information request received December 14, 1983, a customer print out was provided. Please provide the names of all customers billed per residential

equivalent so that the present and proposed revenue can be determined.

Done at Frankfort, Kentucky, this 22nd day of December, 1983.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary